

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2004

	May-04				April-04				March-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Net	Net	6/30/2003	6/30/2003
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
Los Angeles Capital	79,964	2.7%	2.7%	1.48%	78,836	2.7%	2.7%	-0.54%	82,961	2.8%	2.7%	-0.34%	55,708	2.9%	2.7%	9.12%	51,035	2.8%	2.7%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A		0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	79,964	2.7%	2.7%	1.48%	78,837	2.7%	2.7%	-0.54%	82,961	2.8%	2.7%	-0.34%	55,708	2.9%	2.7%	9.12%	51,035	2.8%	2.7%	4.99%	15.23%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				1.86%				-1.16%				0.79%				10.41%				3.92%	16.43%	2.94%	-21.54%	-5.03%
Structured Value																								
LSV	79,294	2.7%	2.7%	0.55%	78,827	2.7%	2.7%	-2.38%	82,077	2.7%	2.7%	6.22%	56,270	2.9%	2.7%	15.66%	48,714	2.6%	2.7%	3.75%	25.12%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.02%				-2.44%				3.03%				14.19%				2.06%	18.34%	-1.02%	-0.19%	1.05%
Russell 1000 Enhanced Index																								
LA Capital	165,518	5.6%	5.4%	1.49%	163,032	5.6%	5.4%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Russell 1000				1.44%				-1.81%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
S&P 500 Enhanced Index																								
Westridge	161,372	5.5%	5.4%	1.38%	158,974	5.4%	5.4%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
S&P 500				1.37%				-1.57%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
Index																								
State Street	37,111			1.37%	36,611			-1.57%	33,038			1.68%	252,139			12.16%	224,779			2.64%	16.78%	0.23%	-11.28%	-1.69%
Transition Account	0			N/A	165			N/A	333,859			N/A	N/A			N/A	N/A			N/A	N/A	N/A	N/A	N/A
Total Index	37,112	1.3%	1.8%	1.37%	36,776	1.3%	1.8%	-1.57%	366,897	12.2%	12.6%	1.68%	252,139	13.0%	12.6%	12.16%	224,779	12.2%	12.6%	2.64%	16.78%	0.23%	-11.28%	-1.69%
S&P 500				1.37%				-1.57%				1.69%				12.18%				2.64%	16.84%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	523,259	17.8%	18.0%	1.30%	516,446	17.6%	18.0%	-2.22%	531,935	17.7%	18.0%	2.91%	364,117	18.8%	18.0%	12.20%	324,528	17.6%	18.0%	3.15%	17.97%	-0.48%	-9.33%	-1.90%
S&P 500				1.37%				-1.57%				1.69%				12.18%				2.64%	16.84%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	174,085	5.9%	6.0%	1.07%	172,339	5.9%	6.0%	-5.02%	181,011	6.0%	6.0%	6.61%	123,723	6.4%	6.0%	14.82%	107,733	5.8%	6.0%	9.48%	28.66%	0.09%	N/A	N/A
Russell 2000 + 200bp				1.76%				-4.93%				6.78%				15.07%				9.60%	30.26%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	174,085	5.9%	6.0%	1.07%	172,339	5.9%	6.0%	-5.02%	181,011	6.0%	6.0%	6.61%	123,723	6.4%	6.0%	14.82%	107,733	5.8%	6.0%	9.48%	28.66%	0.09%	-3.49%	1.64%
Russell 2000				1.59%				-5.10%				6.26%				14.52%				9.07%	27.97%	-1.63%	-3.30%	0.97%
CONVERTIBLES																								
TCW	325,247	11.1%	11.0%	1.51%	321,247	11.0%	11.0%	-2.90%	326,205	10.9%	11.0%	2.50%	220,946	11.4%	11.0%	9.98%	200,880	10.9%	11.0%	1.85%	13.17%	10.23%	-9.51%	3.90%
First Boston Convertible Index				0.64%				-1.93%				2.57%				8.54%				2.67%	12.81%	15.46%	-3.77%	5.29%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	609,048	20.8%	20.0%	-0.41%	830,886	28.4%	20.0%	-2.41%	925,058	30.9%	30.0%	2.96%	582,810	30.1%	30.0%	1.62%	571,276	30.9%	30.0%	-0.16%	1.53%	12.77%	11.23%	8.12%
Lehman Aggregate				-0.40%				-2.60%				2.66%				0.32%				-0.14%	-0.24%	10.39%	10.07%	7.54%
Index																								
Bank of ND	794,884	27.1%	30.0%	-0.45%	598,116	20.4%	30.0%	-2.36%	509,018	17.0%	18.0%	3.01%	312,310	16.1%	18.0%	0.07%	312,510	16.9%	18.0%	-0.46%	-0.28%	13.26%	10.87%	7.78%
Lehman Intermediate Gov/Credit (1)				-0.45%				-2.37%				3.08%				-0.03%				-0.50%	-0.35%	13.14%	10.82%	7.83%
BBB Average Quality																								
Strong	339,773	11.6%	10.0%	-0.88%	334,363	11.4%	10.0%	-3.16%	375,111	12.5%	12.0%	3.30%	241,245	12.5%	12.0%	1.46%	239,482	13.0%	12.0%	0.02%	0.62%	17.91%	N/A	N/A
Lehman US Credit BAA				-0.81%				-3.22%				3.41%				1.22%				0.27%	0.76%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,743,705	59.4%	60.0%	-0.51%	1,763,365	60.2%	60.0%	-2.55%	1,809,187	60.4%	60.0%	3.05%	1,136,364	58.7%	60.0%	1.15%	1,123,268	60.8%	60.0%	-0.21%	0.85%	13.18%	10.80%	7.81%
Lehman Gov/Credit				-0.51%				-3.07%				3.08%				-0.03%				-0.50%	-1.12%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																								
Bank of ND	166,923	5.7%	5.0%	0.11%	156,642	5.3%	5.0%	0.09%	148,730	5.0%	5.0%	0.29%	91,198	4.7%	5.0%	0.29%	92,010	5.0%	5.0%	0.30%	1.09%	1.57%	3.26%	4.15%
90 Day T-Bill				0.09%				0.08%				0.24%				0.26%				0.25%	0.92%	1.52%	3.33%	4.08%
TOTAL RISK MANAGEMENT FUND	2,933,219	100.0%	100.0%	0.16%	2,930,038	100.0%	100.0%	-2.55%	2,997,068	100.0%	100.0%	2.96%	1,936,348	100.0%	100.0%	4.78%	1,848,420	100.0%	100.0%	1.08%	6.43%	8.86%	2.05%	2.58%
POLICY TARGET BENCHMARK				0.11%				-2.64%				2.83%				3.92%				1.22%	5.42%	8.72%	3.08%	3.77%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.